MANITOBA

ANNUAL REPORT

1982-83

The Co-operative Loans and Loans Guarantee Board

MANITOBA

MINISTER OF CO-OPERATIVE DEVELOPMENT
WINNIPEG R3C 0V8

Her Honour P. McGonigal,
Lieutenant-Governor of Manitoba,
Government House
10 Kennedy Street
Winnipeg, Manitoba

May It Please Your Honour:

I have the privilege to present for the information of Your Honour, the Annual Report of The Co-operative Loans and Loans Guarantee Board for the fiscal year ended March 31st, 1983.

Respectfully submitted,

Jay Cowan,
Minister of Co-operative Development.

CO-OPERATIVE LOANS & LOANS GUARANTEE BOARD

800 - 215 Garry Street
Winnipeg, Manitoba
R3C 3P3

Phone: 944-3748

Honourable Jay Cowan
Minister of Co-operative
Development,
Room 314, Legislative Building
Winnipeg, Manitoba

Dear Sir:

On behalf of the Board of Directors, I have the pleasure to present to you the Annual Report of The Co-operative Loans and Loans Guarantee Board for the fiscal year ended March 31st, 1983.

Respectfully submitted,

E Harbottle

Eric Harbottle,
Chairman

MEMBERS OF

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

MARCH 31, 1983

E. Harbottle, Chairman	-	Winnipeg, Manitoba
V. Hryshko, Secretary	-	Winnipeg, Manitoba
J. Cooper	-	Winnipeg, Manitoba
J. Bodnar	-	The Pas, Manitoba
Y. La Freniere	-	La Broquerie, Manitoba

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

Mandate:

By provision of The Co-operative Loans and Loans Guarantee Act, the Board was established by Order-in-Council 1237/71 dated November 18, 1971.

The Board consists of the Deputy Minister of Co-operative Development, who serves as Chairman; one other person from the Department of Co-operative Development, designated by the Minister, who serves as Secretary; and three other persons appointed by the Lieutenant-Governor in Council.

One of the basic objectives is to ensure that co-operative organizations have access to the basic financial, managerial, professional and technical services necessary for the development and expansion of viable enterprises to achieve the greatest benefit through economic activity.

The Board is empowered to make loans or guarantee loans to co-operative organizations in Manitoba. To be eligible for such a loan or loan guarantee, a co-operative must demonstrate that:

1. the loan or guarantee is not solely for refinancing;
2. the required financing is not available from other sources on reasonable terms;
3. the loan or loan guarantee is required to assist the Association in carrying out its programs and is for productive purposes;
4. normal co-operative principles and business practices are being observed; and
5. reasonable security is available to the lender.

All activities of the Board are administered by the Development Branch of the Department of Co-operative Development.

BOARD ACTIVITIES:

During the year ended March 31, 1983, the Board approved an application by Winnipegosis Co-operative Fisheries Ltd. for a loan guarantee of $35,000. The guarantee reduces by $10,000 on December 31st. in each year. At year end the outstanding guarantee was $25,000.

Loan guarantees to Boni Co-op Limited in the amount of $18,847, to Independent Co-operative Enterprises Inc. in the amount of $3,000 and to Northern Co-operative Services Ltd. in the amount of $40,000 were cancelled at the request of the co-operatives since their loans had been repaid in full.

These, together with other regular loan repayments during the year amounted to $103,081. Total guarantees outstanding as at March 31, 1983 were $91,860.

Amount of direct loan to Seymourville Consumers' Co-operative Ltd. was reduced by $888.00 with both the principal and the interest of $396.00 having been paid to the Province.

Proceeds from the lease of the Leaf Rapids Fish Plant during the year ended March 31, 1983, amounted to $13,055 and have been paid to the Province.

All outstanding loans and loan guarantees were monitored regularly during the year by the Development Branch of the Department of Co-operative Development, and all payments were up to date during the period.

A copy of the Provincial Auditor's Report on The Co-operative Loans and Loans Guarantee Board for the fiscal year ended March 31, 1983 is attached.

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

Auditor's Report and Schedule of Loan Guarantees
for the year ended March 31, 1983

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

003006

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the records of The Co-operative Loans and Loans Guarantee Board for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The particulars of the loan and loan guarantee transactions of the Board for the year ended March 31, 1983 are shown in the attached schedule. All administration expenses of the Board were paid by the Province of Manitoba from its appropriations.

In our opinion, the Schedule of Loan and Loans Guarantee Transactions presents fairly the transactions of the Board for the year ended March 31, 1983.

W. K. Ziprick, C.A.,
Provincial Auditor.

September 30, 1983,
Winnipeg, Manitoba.

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

Schedule of Loan and Loans Guarantee Transactions for the year ended March 31, 1983

	Amounts Outstanding at March 31, 1982	Additions	Cancellations	Amounts Outstanding at March 31, 1983
Loans Guarantees:				
Boni Co-op Limited	$ 18,847	$ -	$ 18,847	$ -
Elm Creek & Community Co-operative Recreation Association Inc.	80,000	-	20,000	60,000
Grand Rapids Consumers Co-op Ltd.	18,094	-	11,234	6,860
Independent Co-operative Enterprises Inc.	3,000	-	3,000	-
Northern Co-operative Services Ltd.	40,000	-	40,000	-
Winnipegosis Co-operative Fisheries Ltd.	-	35,000	10,000	25,000
	$ 159,941	$ 35,000	$ 103,081	$ 91,860
Loan:				
Seymourville Consumers Co-op Ltd. (Note 1)	$ 4,169	$ -	$ 888	$ 3,281

Notes:

1. The principal repayment of $888 on the loan outstanding and interest earned on the loan for the year ended March 31, 1983 of $396 have been paid to the Province.

2. The Board previously obtained title to fixed assets owned by the South Indian Lake Co-op Fisheries Ltd. During the year ended March 31, 1983 the Board obtained proceeds of $13,055 from the rental of the fish processing plant. The proceeds have been paid to the Province.